Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Message Text

UNCLASSIFIED

PAGE 01 STATE 266315

15
ORIGIN XMB-04

INFO OCT-01 EA-10 ISO-00 PA-02 PRS-01 USIA-15 AID-05

CIAE-00 COME-00 EB-07 FRB-01 INR-07 NSAE-00 RSC-01

TRSE-00 OPIC-06 SP-02 CIEP-02 OMB-01 /065 R

66617
DRAFTED BY: XMB:AMOHANIAN
APPROVED BY: EB/OCA/REP:GPWILSON
WARREN W. GLICK ACTING EXECUTIVE VICE PRESIDENT
EB/IFD/ODF:EMLINTON
---------- 082650
R 042149Z DEC 74
FM SECSTATE WASHDC
TO AMEMBASSY SEOUL

UNCLAS STATE 266315

E.O. 11652: N/A
TAGS: APUB, KS
SUBJECT: PRESS RELEASE ON EXIMBANK CREDITS TO KOREA

FOLLOWING IS FINAL TEXT OF EXPORT-IMPORT BANK RELEASE ON THE TWO DIRECT CREDITS TO KOREA TOTALLING $7,305,345. RELEASE IS SCHEDULED FOR ANNOUNCEMENT HERE IN WASHINGTON, DC FOR AM PAPERS, TUESDAY, DECEMBER 17, 1974.

QUOTE: EXIMBANK CREDITS TOTALLING $6,620,445 SUPPORT $16,234,100 SALE OF U.S. TRAWLERS TO KOREA

TO SUPPORT SALES TOTALLING $16,234,100 OF U.S. TRAWLERS TO KOREA, THE BORAD OF DIRECTORS OF THE EXPORT-IMPORT BANK OF THE UNITED STATES HAS AUTHORIZED TWO DIRECT CREDITS TOTALLING $7,305,345 ACCORDING TO EXIMBANK'S CHAIRMAN WILLIAM J. CASEY.

ONE EXIMBANK CREDIT OF $6,164,100 WILL FINANCE 45 PERCENT OF THE TOTAL U.S. COSTS OF $13,698,000 FOR 50 TRAWLERS. EXIMBANK'S FINANCIAL GUARANTEE OF A CREDIT OF $6,164,100 FROM FIRST
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 STATE 266315

NATIONAL CITY BANK, NEW YORK, NEW YORK, WILL FINANCE 45 PERCENT

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

OF THE TOTAL COSTS AND THE OBLIGOR, KOREA MARINE INDUSTRY DEVELOPMENT COPORATION (KMIDC) OF SEOUL, WILL MAKE CASH PAYMENT OF THE BALANCE OF THE U.S. COSTS OF 10 PERCENT OR $1,369,800. THE PRIVATE EXPORT FUNDING CORPORATION (PEFCO), OF NEW YORK, IS FUNDING 66-2/3 PERCENT OF THE CITIBANK CREDIT.

THE 50 DOUBLE-RIG TRAWLERS WILL BE SUPPLIED BY BENDER WELDING AND MACHINE COMPANY, INC., OF MOBILE, ALABAMA, AND WILL BE USED FOR A SHRIMP FISHING VENTURE OFF THE NORTHERN COAST OF SOUTH AMERICA.

THE LOANS TO KMIDC ARE TO BE REPAID IN 14 INSTALLMENTS BEGINNING FEBRUARY 5, 1976.

EXIMBANK'S OTHER DIRECT CREDIT FOR $1,141,245 WILL FINANCE 45 PERCENT OF THE TOTAL U.S. COSTS OF $2,536,100 FOR 10 TRAWLERS ALSO FOR A SHRIMP FISHING VENTURE OFF THE NORTHERN COAST OF SOUTH AMERICA. BANKERS TRUST COMPANY, NEW YORK, WILL ALSO PROVIDE FINANCING OF $1,141,245 TO FINANCE ANOTHER 45 PERCENT OF THE TOTAL COSTS, THE OBLIGOR, KOREA WONYANG FISHERIES COMPANY, LTD. (WONYANG), WILL MAKE CASH PAYMENT OF THE BALANCE OF THE U.S. COSTS OF 10 PERCENT OR $253,610.

THE PROJECT IS FOR THE CONSTRUCTION OF TEN 72-FOOT LONG SHRIMP TRAWLERS TO BE CONSTRUCTED BY THE ROCKPORT YACHT AND SUPPLY COMPANY INC., OF ROCKPORT, TEXAS, FOR WONYANG, A WELL ESTABLISHED FISHING COMPANY THAT OPERATES A LARGE NUMBER OF SHIPS IN THE PACIFIC OCEAN, INDIAN OCEAN, AND ATLANTIC OCEAN. THE NEW FISHING TRAWLERS FOR WHICH FINANCING IS BEING EXTENDED, WILL OPERATE OUT OF PARAMARIBO, SURINAM, AND RANGE ACROSS THE NORTHERN COAST OF SOUTH AMERICA.

THE LOANS TO WONYANG ARE TO BE REPAID IN 14 SEMIANNUAL INSTALL-MENTS BEGINNING NO LATER THAN AUGUST 31, 1975.

EXIMBANK'S TWO DIRECT CREDITS DESCRIBED ABOVE WILL BE REPAID OUT OF THE LAST 7 INSTALLMENTS OF EACH OF THE 14 INSTALLMENT REPAYMENT SCHEDULES AT AN INTEREST RATE OF 8 PERCENT PER ANNUM, WHICH WHEN BLENDED WITH THE PORTION OF THE CREDIT EXTENDED FROM PRIVATE SOURCES RESULTS IN AN ESTIMATED INTEREST COST TO THE BORROWER,
UNCLASSIFIED

BASED ON CURRENT RATES, OF ABOUT 8.72 PERCENT TO 9 PERCENT PER ANNUM. REPAYMENT OF ALL LOANS IS TO BE GUARANTEED BY THE GOVERNMENT OF THE REPUBLIC OF KOREA, ACTING THROUGH THE KOREA EXCHANGE BANK. UNQUOTE. KISSINGER

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

NNN

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CREDIT, BANK LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 04 DEC 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974STATE266315
Document Source: CORE
Document Unique ID: 00
Drafter: XMB:AMOHANIAN
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740352-0872
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19741260/aaaabzin.tel
Line Count: 111
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN XMB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: izenbei0
Review Comment: n/a
Review Content Flags:
Review Date: 09 OCT 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <09 OCT 2002 by ReddocGW>; APPROVED <13 FEB 2003 by izenbei0>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: PRESS RELEASE ON EXIMBANK CREDITS TO KOREA FOLLOWING IS FINAL TEXT OF EXPORT-IMPORT BANK RELEASE ON THE TWO
TAGS: APUB, EFIN, KS
To: SEOUL
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005